## Amendments to the Specification:

Please replace the paragraph beginning at page 52, line 21, with the following rewritten paragraph:

As shown in Figure 21, when the "Fe content + Co content + Ti content (x)" is less than 11 (Samples Nos. 81, 83, 84 and 86), the saturation magnetization ( $\sigma$ s) is less than 140 emu/g. On the contrary, when z is 13 (Sample No. 85),  $\alpha$ -Fe segregates in a larger amount and the properties are lowered. Additionally, even when z falls within a range between 11 and 12.5, if (x + z), namely, (molar ratio of Fe + molar ratio of Co + molar ratio of Ti + molar ratio of Si)/(molar ratio of R1 + molar ratio of R2) is lower than 12 to be 11.6 (Sample No. 82), the saturation magnetization ( $\sigma$ s) exhibits a value of 140 emu/g or more, but the anisotropic magnetic field (HA) is at the highest 40 kOe or lower.